- (2) Willful misconduct of the employee; or
- (3) Activities unrelated to the employee's status as a Federal employee.
- (c) The decision whether to furnish a flag to the beneficiary of an eligible employee is at the discretion of the agency. When an authorized agency official determines the agency will furnish a flag for a deceased eligible employee, the official must follow the order of precedence specified in §550.1505.

§550.1505 Order of precedence.

If the authorized agency official determines the agency will furnish a flag, it must be issued to one beneficiary pursuant to the following order of precedence—

- (a) The widow or widower;
- (b) If none, to a child (including step, foster, or adopted child), according to age (*i.e.*, oldest to youngest);
- (c) If none, to a parent (including step, foster, or adoptive parent);
- (d) If none, to a sibling (including step, half, or adopted sibling), according to age; (*i.e.*, oldest to youngest);

If none, to any individual related by blood or close family affiliation.

§550.1506 Beneficiary receipt of a flag.

One eligible beneficiary, following the order of precedence in §550.1505, may be provided a flag by the agency once the agency has—

- (a) Documented the date and nature of death of the employee and certified that it conforms to the eligibility criteria in §550.1504;
- (b) Received a request from a beneficiary; and
- (c) Established the beneficiary's relationship to the deceased employee and determined whether the beneficiary may receive the flag, consistent with the order of precedence under 550.1505.

§550.1507 Agency responsibilities.

To efficiently and effectively implement the provisions of the law and these regulations, an agency that wishes to furnish a flag pursuant to this part must —

(a) Establish procedures for procuring and furnishing a flag, including reaching out to survivors of known eligible employees to provide information and offer assistance on obtaining a flag:

(b) Notify its employees of the flag benefit annually; and

(c) Disclose information necessary to prove that a deceased individual is an eligible employee as described in §550.1504 to the extent that such information is not classified and to the extent that such disclosure does not endanger the national security of the United States.

PART 551—PAY ADMINISTRATION UNDER THE FAIR LABOR STAND-ARDS ACT

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